

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

W

W-04081A  
Winchester Water Company, L.L.C.  
~~6700 N. Oracle Road, Suite 234~~ 7616 N. La Cholla Blvd.  
Tucson AZ ~~85704~~ 85741

APR 15 2005

APR 15 2005  
10:00 AM  
TUCSON, AZ

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2004
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FOR COMMISSION USE

ANN04	04
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## COMPANY INFORMATION

**Company Name (Business Name)** Winchester Water Company, LLC

**Mailing Address** 7616 N La Cholla Blvd.  
(Street)

Tucson

(City)

Arizona

(State)

85741

(Zip)

(520) 575-0600

Telephone No. (Include Area Code)

(520) 575-0607

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

**Local Office Mailing Address** \_\_\_\_\_

(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

## MANAGEMENT INFORMATION

**Management Contact:** \_\_\_\_\_

Charles D Cardinal

(Name)

Managing Partner

(Title)

7616 N La Cholla Blvd

(Street)

Tucson

(City)

AZ

(State)

85741

(Zip)

(520) 575-0600

Telephone No. (Include Area Code)

(520) 575-0607

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

**On Site Manager:** \_\_\_\_\_

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

**Statutory Agent:** \_\_\_\_\_

(Name)

\_\_\_\_\_  
(Street)

(City)

(State)

(Zip)

\_\_\_\_\_  
Telephone No. (Include Area Code)

\_\_\_\_\_  
Fax No. (Include Area Code)

\_\_\_\_\_  
Pager/Cell No. (Include Area Code)

**Attorney:** George J Fuelner

(Name)

262 N Main Street

Tucson

AZ

85701

(Street)

(City)

(State)

(Zip)

(520) 622-4866

(520) 624-7034

\_\_\_\_\_  
Telephone No. (Include Area Code)

\_\_\_\_\_  
Fax No. (Include Area Code)

\_\_\_\_\_  
Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☒ Limited Liability Company

☐ Other (Describe) \_\_\_\_\_

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☒ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

**COMPANY NAME**    **Winchester Water Company, LLC**

**UTILITY PLANT IN SERVICE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (OC)</b>	<b>Accumulated Depreciation (AD)</b>	<b>O.C.L.D. (OC less AD)</b>
301	Organization			
302	Franchises			
303	Land and Land Rights	3150.	--	3150.
304	Structures and Improvements	1996.	631.	1365.
307	Wells and Springs	71324.	3935.	67389.
311	Pumping Equipment	31491.	5740.	25751.
320 309	Flowmeter	577.	18.	559.
330	Distribution Reservoirs and Standpipes	33589.	1476.	32113.
331	Transmission and Distribution Mains	9540.	6117.	3423.
333	Services	14200.	3116.	11084.
334	Meters and Meter Installations	3813.	1818.	1995.
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	2115.	2115.	0.
	<b>TOTALS</b>	<b>171795.</b>	<b>24966</b>	<b>146829.</b>

This amount goes on the Balance Sheet Acct. No. 108

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	3150.	n/a	0.
304	Structures and Improvements	1996.	3.33%	66.
307	Wells and Springs	71324	3.33%	1313.
311	Pumping Equipment	31491	12.5%	3523.
309	Flowmeter	577.	2%	12.
330	Distribution Reservoirs and Standpipes	33589.	2.22%	453.
331	Transmission and Distribution Mains	9540.	2%	58.
333	Services	14200	3.33%	473.
334	Meters and Meter Installations	3813.	8.33%	318.
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	2115.	Fully deprec.	0.
	<b>TOTALS</b>	171795.		6216.

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_  
 Acct. No. 403.

**BALANCE SHEET**

<b>Acct .No.</b>		<b>BALANCE AT BEGINNING OF YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$506.	\$ 663.
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	3,409.	3,511.
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	<b>\$ 3,915.</b>	<b>\$4,174.</b>
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$83,851.	\$171,795.
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(18,750.)	(24,966)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	<b>\$65,101.</b>	<b>\$146,829.</b>
	<b>TOTAL ASSETS</b>	<b>\$69,016.</b>	<b>\$151,003.</b>

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

**BALANCE SHEET (CONTINUED)**

<b>Acct. No.</b>		<b>BALANCE AT BEGINNING OF YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$53,585.	\$132,272.
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		127.
236	Accrued Taxes	550.	658.
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$54,135.	\$133,057.
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$	\$
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	13,813.	17,700.
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$13,813.	\$ 17,700.
	<b>TOTAL LIABILITIES</b>	\$67,948.	\$150,757.
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value	1,454.	1,454.
215	Retained Earnings	(386.)	(1,208.)
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 1,068.	\$ 246.
	<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$69,016.</b>	<b>\$151,003.</b>

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 27,744.	\$ 29,641.
460	Unmetered Water Revenue		
474	Other Water Revenues		
	<b>TOTAL REVENUES</b>	<b>\$ 27,744.</b>	<b>\$ 29,641.</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	4,401.	4,648.
618	Chemicals		
620	Repairs and Maintenance	987.	5,879.
621	Office Supplies and Expense	968.	572.
630	Outside Services	4,754.	4,902.
635	Water Testing	672.	3,680.
641	Rents	75.	1,158.
650	Transportation Expenses		35.
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	324.	266.
403	Depreciation Expense	3,698.	6,216.
408	Taxes Other Than Income	346.	18.
408.11	Property Taxes	730.	891.
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 16,955.</b>	<b>\$ 28,265.</b>
	<b>OPERATING INCOME/(LOSS)</b>	<b>\$ 10,789.</b>	<b>\$ 1,376.</b>
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses	8,118.	5.
427	Interest Expense	602.	2,293.
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	<b>\$ (8,720.)</b>	<b>\$ 2,298.</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$ 2,069.</b>	<b>\$ (922.)</b>



**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued	NONE			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ \_\_\_\_\_

Meter Deposits Refunded During the Test Year \$ \_\_\_\_\_

**COMPANY NAME** Winchester Water Company, LLC

## **WATER COMPANY PLANT DESCRIPTION**

### **WELLS**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>
55-540012	10 HP	135	300'	8"		1993
55-202781	20 HP	191	650'	8"		2004

\* Arizona Department of Water Resources Identification Number

### **OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
5	2	n/a	n/a

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
5000 gallons	1	2000 gallons	2
11400 gallons	1		

**COMPANY NAME**    **Winchester Water Company, LLC**

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

<b>Size (in inches)</b>	<b>Material</b>	<b>Length (in feet)</b>
<b>2</b>	<u>Plastic</u>	<u>2900</u>
<b>3</b>	<u>Plastic</u>	<u>1800</u>
<b>4</b>	<u>Plastic</u>	<u>8700</u>
<b>5</b>		
<b>6</b>	<u>Plastic</u>	<u>775</u>
<b>8</b>		
<b>10</b>		
<b>12</b>		

**CUSTOMER METERS**

<b>Size (in inches)</b>	<b>Quantity</b>
<b>5/8 X 3/4</b>	<u>115</u>
<b>3/4</b>	
<b>1</b>	
<b>1 1/2</b>	
<b>2</b>	
<b>Comp. 3</b>	
<b>Turbo 3</b>	
<b>Comp. 4</b>	
<b>Tubo 4</b>	
<b>Comp. 6</b>	
<b>Tubo 6</b>	

**For the following three items, list the utility owned assets in each category.**

**TREATMENT EQUIPMENT:**

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**STRUCTURES:**

Well site fencing, 60' x 70'    done in 1995

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**OTHER:**

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**COMPANY NAME: Winchester Water Company, LLC**

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2004**

<b>MONTH</b>	<b>NUMBER OF CUSTOMERS</b>	<b>GALLONS SOLD</b>	<b>GALLON PUMPED (Thousands)</b>
<b>JANUARY</b>	103	725790	783
<b>FEBRUARY</b>	103	758810	837
<b>MARCH</b>	104	993568	1069
<b>APRIL</b>	106	993920	1089
<b>MAY</b>	107	1621767	1622
<b>JUNE</b>	107	1647494	1647
<b>JULY</b>	110	1808260	1808
<b>AUGUST</b>	111	1349827	1350
<b>SEPTEMBER</b>	111	1742388	1742
<b>OCTOBER</b>	113	1256425	1256
<b>NOVEMBER</b>	113	1149910	1150
<b>DECEMBER</b>	115	1267450	1267
<b>TOTAL</b>		<b>N/A</b>	15620

**Is the Water Utility located in an ADWR Active Management Area (AMA)?**

☐ Yes                      ☒ No

**Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?**

☐ Yes                      ☒ No

**If yes, provide the GPCPD amount:\_\_\_\_\_**

**What is the level of arsenic for each well on your system. .0015 mg/l**

*(If more than one well, please list each separately.)*

***Note: If you are filing for more than one system, please provide separate data sheets for each system.***

COMPANY NAME Winchester Water Company, LLC

YEAR ENDING 12/31/2004

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2004 was: \$ 891.30

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

04 Fed 201-07-2355 ETC

**WINCHESTER WATER CO. L.L.C.**

520-744-2221  
6700 N. ORACLE RD., STE. 234  
TUCSON, AZ 85704

1624

91-170/1221

PAY  
TO THE  
ORDER OF

*Marsha Bonham, Cochise County Treasurer*

\$ 174.66

*One Hundred Seventy Four Dollars 66/100*

DOLLARS

**Bank of America**

Casas Adobes Branch 09654  
7130 N. Oracle Rd.  
Tucson, AZ 85704  
257-0001 In Phoenix, 1-800-284-8491 Nationwide

#5  
FOR 59122, 59130, 59131, 58820, 58821, 58822, 58823

⑈001624⑈ ⑈122101706⑈

⑈25⑈012257⑈ ⑈0000017466⑈

*[Signature]*

3240152657 3240152657

VS DATE 11/04/04  
1844704 E84858 02 P01  
1119013314  
BANK ONE, NA  
11032004

73017

121-324

21337394  
PAY TO THE ORDER OF  
019 BANK ONE  
FOR DEPOSIT ONLY  
MARSHA BONHAM  
TAX COLLECTOR - COCHISE COUNTY  
110407

WINCHESTER WATER CO. L.L.C.

1664

520-744-2221  
6700 N. ORACLE RD., STE. 234  
TUCSON, AZ 85704

Dec 15 2004

91-170/1221

PAY  
TO THE  
ORDER OF

Marsha Bonham, Cochise County Treasurer

\$ 716.64

Seven Hundred Sixteen Dollars 64/100

DOLLARS

Security features  
are included  
Detail on back

 Bank of America

Casas Adobes Branch 09654  
7130 N. Oracle Rd.  
Tucson, AZ 85704  
257-0001 In Phoenix, 1-800-284-8491 Nationwide

FOR TX Roll 113006 Parcel 932-91-300 2

04  
⑈001664⑈ ⑆122101706⑆

028⑈012257⑈

⑈0000071664⑈

VS DATE 12/22/04  
R11.5 CASH AZ  
12/22/04 1333 01 P01

3250254873

BANK ONE, INA  
⑈1119⑆13314  
12212004

3348027637

21337294 122100024

PAY TO THE ORDER OF  
019 BANK ONE 019

12 21 04

FOR DEPOSIT ON  
MARSHA BONHAM TREASURER  
TAX COLLECTOR - COCHISE CNTY

COMPANY NAME Winchester Water Company, LLC

YEAR ENDING 12/31/2004

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>0</u>
Estimated or Actual Federal Tax Liability	<u>0</u>

State Taxable Income Reported	<u>0</u>
Estimated or Actual State Tax Liability	<u>0</u>

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>0</u>
Amount of Gross-Up Tax Collected	<u>0</u>
Total Grossed-Up Contributions/Advances	<u>0</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

  
\_\_\_\_\_  
**SIGNATURE**

04/13/05

**DATE**

Charles D Cardinal  
**PRINTED NAME**

Managing Partner  
**TITLE**



**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

APR 15 2005

**VERIFICATION**

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
<b>Pima</b>
NAME (OWNER OR OFFICIAL) TITLE
<b>Charles D. Cardinal, Managing Partner</b>
COMPANY NAME
<b>Winchester Water Company, LLC</b>

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2004

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

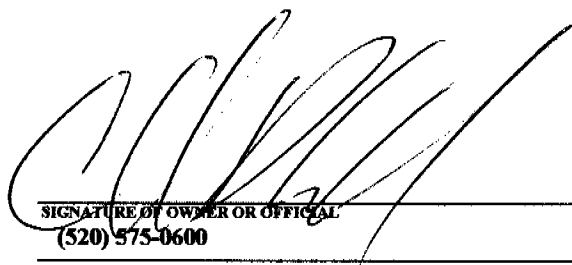
IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2004 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 31,523.

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 1,882.  
IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

  
SIGNATURE OF OWNER OR OFFICIAL  
(520) 575-0600  
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS**

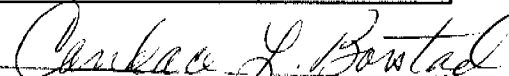

13<sup>TH</sup>

**DAY OF**

(SEAL)

COUNTY NAME	<u>PIMA</u>
MONTH	<u>APRIL</u>
	<u>2005</u>

MY COMMISSION EXPIRES August 7, 2007

  
SIGNATURE OF NOTARY PUBLIC  
  
My Comm. Expires 2007

WATER, SEWER AND WASTEWATER UTILITY COMPANIES

WINCHESTER WATER COMPANY, LLC

INCOME AND BALANCE SHEET INFORMATION

COMPANY DATA  
(As of 12/31/04)

INCOME STATEMENT INFORMATION

1. Gross Operating Revenues means all monies collected from sales to all customer classes, including monies collected for connect/disconnect fees, testing, maintenance and repair charges paid by customer. Include monies collected for city and/or state transaction privilege (sales) or use tax. \$ 31,523.
2. Monies collected for city and/or state transaction privilege (sales) or use tax. \$ 1,882.
3. Adjusted Gross Revenues. Subtract (2) from (1). \$ 29,641.

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY**

APR 15 2005

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF (COUNTY NAME) Pima	
NAME (OWNER OR OFFICIAL) Charles D. Cardinal	TITLE Managing Partner
COMPANY NAME Winchester Water Company, LLC	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2004

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

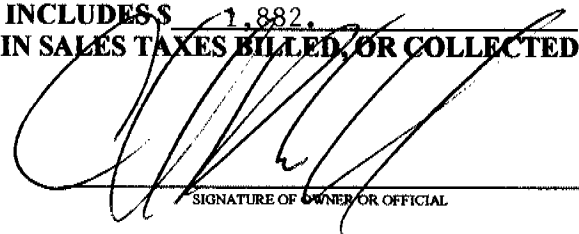
IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2004 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 31,523.

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 1,882.  
IN SALES TAXES BILLED OR COLLECTED)

**\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.**

  
SIGNATURE OF OWNER OR OFFICIAL

(520) 575-0600

TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS**

13<sup>th</sup>

**DAY OF**

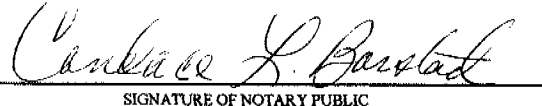
**(SEAL)**

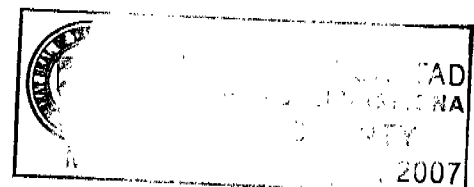
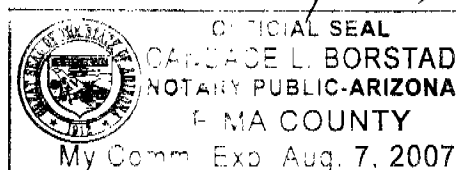
**MY COMMISSION EXPIRES**

August 7, 2007

X

NOTARY PUBLIC NAME Candace L. BORSTAD	
COUNTY NAME PIMA	
MONTH APRIL	2005

  
SIGNATURE OF NOTARY PUBLIC



## **FINANCIAL INFORMATION**

Attach to this annual report a copy of the companies' year-end (Calendar Year 2004) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**

**Winchester Water Company, LLC**  
**INCOME STATEMENT**  
**December 31, 2004**

<b>INCOME</b>	
UTILITY REVENUE	29,640.71
REFUNDABLE METER DEPOSITS	
LINE EXTENSION FEE	
<b>TOTAL INCOME</b>	<b>29,640.71</b>
<b>OPERATING EXPENSES</b>	
ELECTRICTY	4,648.13
EQUIPMENT RENTAL	1,158.19
REPAIRS & MAINTNENACE	5,878.55
OFFICE SUPPLIES & EXPENSES	572.31
CONTRACT - BILLING	804.13
CONTRACT - WATER/WASTEWATER	3,502.50
LEGAL & ACCOUNTING	595.00
CONSUMER CONFIDENCE REPORT	
WATER SAMPLES & TESTING	3,679.70
GAS & MILEAGE EXPENSES	35.00
SALES TAX EXPENSES	17.80
MISCELLANEOUS EXPENSE	265.70
INTEREST EXPENSE	2,293.43
DEPRECIATION	6,216.00
COCHISE CO FRANCHISE RENEWAL FEE	
PROPERTY TAXES & DEED FEES	891.30
BANK CHARGES	
<b>TOTAL OPERATING EXPENSES</b>	<b>30,557.74</b>
<b>OTHER INCOME/EXPENSE</b>	
MISCELLANEOUS INCOME	0.00
MISCELLANEOUS EXPENSES	5.16
<b>TOTAL OTHER INCOME/EXPENSE</b>	<b>(5.16)</b>
<b>NET PROFIT/(LOSS)</b>	<b>(922.19)</b>

**WINCHESTER WATER COMPANY, LLC**  
**BALANCE SHEET**  
**December 31, 2004**

**ASSETS**

**CURRENT ASSETS**

CASH/SAVINGS	663.01
RECEIVABLES	3,510.91

TOTAL CURRENT ASSETS	<u>4,173.92</u>
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**UTILITY PLANT IN SERVICE**

LAND	3,149.93
STRUCTURES & IMPROVEMENTS	1,996.12
WELLS & SPRINGS	7,500.05
SECOND WELL - IN CONSTRUCTION	63,824.40
WELLHEAD FLOWMETER	4,081.75
PUMPING EQUIPMENT	31,491.05
DISTRIBUTION RESERVOIRS	33,589.27
TRANSMISSION & DISTRIBUTION MAINS	6,035.00
SERVICES	14,200.00
METERS & METER INSTALLATION	3,811.86
OTHER TANGIBLE PLANT	2,115.00
ACCUMULATED DEPRECIATION	(24,965.49)

TOTAL FIXED ASSETS	<u>146,828.94</u>
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TOTAL ASSETS	<u><u>151,002.86</u></u>
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**LIABILITIES**

ADVANCES IN AID OF CONSTRUCTION	13,969.40
CUSTOMER DEPOSITS	127.33
REFUNDABLE LINE EXTENSIONS	3,730.23
ACCRUED SALES TAX PAYABLE	657.92
A/P CHARLES & PENNY CARDINAL	33,752.06
A/P CHARLES & PENNY CARDINAL #2	13,589.60
A/P CHARLES & PENNY CARDINAL #3	84,930.44

TOTAL LIABILITIES	<u>150,756.98</u>
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**NET WORTH**

NON-CORPORATE PROPRIETORSHIP	1,454.49
PAID IN CAPITAL	0.00
RETAINED EARNINGS	(286.42)
CURRENT NET PROFIT/LOSS	(922.19)

TOTAL NET WORTH	<u>245.88</u>
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TOTAL LIABILITIES & NET WORTH	<u><u>151,002.86</u></u>
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